## **Federal Acquisition Regulation**

by adding a factor of 10 percent to all offers, except—

- (1) Offers from HUBZone small business concerns that have not waived the evaluation preference; or
- (2) Otherwise successful offers from small business concerns.
- (c) The factor of 10 percent shall be applied on a line item basis or to any group of items on which award may be made. Other evaluation factors, such as transportation costs or rent-free use of Government facilities, shall be added to the offer to establish the base offer before adding the factor of 10 percent.
- (d) A concern that is both a HUBZone small business concern and a small disadvantaged business concern shall receive the benefit of both the HUBZone small business price evaluation preference and the small disadvantaged business price evaluation adjustment (see subpart 19.11). Each applicable price evaluation preference or adjustment shall be calculated independently against an offeror's base offer. These individual preference and adjustment amounts shall both be added to the base offer to arrive at the total evaluated price for that offer.

[63 FR 70272, Dec. 18, 1998, as amended at 64 FR 72419, Dec. 27, 1999; 69 FR 1053, Jan. 7, 2004; 70 FR 33661, June 8, 2005]

## 19.1308 Contract clauses.

- (a) The contracting officer shall insert the clause 52.219–3, Notice of Total HUBZone Set-Aside, in solicitations and contracts for acquisitions that are set aside for HUBZone small business concerns under 19.1305 or 19.1306.
- (b) The contracting officer shall insert the clause at 52.219-4, Notice of Price Evaluation Preference for HUBZone Small Business Concerns, in solicitations and contracts for acquisitions conducted using full and open competition. The clause shall not be used in acquisitions that do not exceed the simplified acquisition threshold.

## Subpart 19.14—Service-Disabled Veteran-Owned Small Business Procurement Program

SOURCE: 69 FR 25278, May 5, 2004, unless otherwise noted.

#### 19.1401 General.

- (a) The Veterans Benefit Act of 2003 (15 U.S.C. 657f) created the procurement program for small business concerns owned and controlled by service-disabled veterans (commonly referred to as the "Service-Disabled Veteranowned Small Business (SDVOSB) Procurement Program").
- (b) The purpose of the Service-Disabled Veteran-Owned Small Business Program is to provide Federal contracting assistance to service-disabled veteran-owned small business concerns.

### 19.1402 Applicability.

The procedures in this subpart apply to all Federal agencies that employ one or more contracting officers.

# 19.1403 Status as a service-disabled veteran-owned small business concern.

- (a) Status as a service-disabled veteran-owned small business concern is determined in accordance with 13 CFR parts 125.8 through 125.13; also see 19.307.
- (b) At the time that a service-disabled veteran-owned small business concern submits its offer, it must represent to the contracting officer that it is a—
- (1) Service-disabled veteran-owned small business concern; and
- (2) Small business concern under the North American Industry Classification System (NAICS) code assigned to the procurement.
- (c) A joint venture may be considered a service-disabled veteran owned small business concern if—
- (1) At least one member of the joint venture is a service-disabled veteranowned small business concern, and makes the representations in paragraph (b) of this section;
- (2) Each other concern is small under the size standard corresponding to the NAICS code assigned to the procurement:
- (3) The joint venture meets the requirements of paragraph 7 of the explanation of Affiliates in 19.101; and
- (4) The joint venture meets the requirements of 13 CFR 125.15(b).